



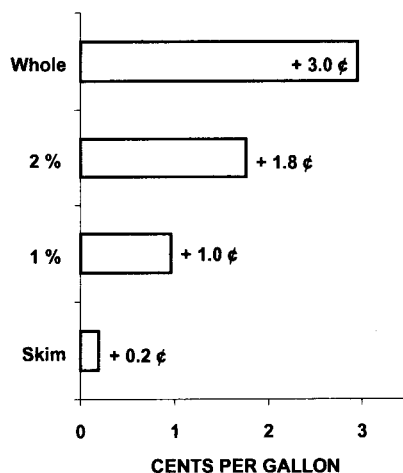
# Milk Pricing

## NEWSLETTER

Dairy Marketing Branch, CDFA

June 2001

JULY PRICE INCREASES



### ANNOUNCEMENT OF MINIMUM FARM PRICES FOR MILK FOR JULY 2001

This month, the commodity prices for butter and Nonfat Dry Milk used to calculate the fluid milk price were steady and only raised slightly. The result was a 3.0 cents per gallon increase in whole milk prices with smaller increases for products with less fat.

Overall U.S. milk production is lower than last year levels while sales and demand are running higher. It appears that butter and cheese prices are stabilizing and may be leveling off for the summer, but predictions are for butter prices to begin rising by the Fall.

### Minimum Farm Prices for Various Fluid Milks by Container Size for July 2001

	Gallon	1/2 Gallon	Quart	Pint	1/3 Quart	1/2 Pint
<b>Northern California</b>						
Whole Milk	\$1.463	\$0.732	\$0.366	\$0.183	\$0.122	\$0.091
Reduced Fat (2%)	\$1.281	\$0.640	\$0.320	\$0.160	\$0.107	\$0.080
Lowfat (1%)	\$1.168	\$0.584	\$0.292	\$0.146	\$0.097	\$0.073
Nonfat (Skim)	\$0.851	\$0.425	\$0.213	\$0.106	\$0.071	\$0.053
<b>Southern California</b>						
Whole Milk	\$1.487	\$0.743	\$0.372	\$0.186	\$0.124	\$0.093
Reduced Fat (2%)	\$1.304	\$0.652	\$0.326	\$0.163	\$0.109	\$0.082
Lowfat (1%)	\$1.192	\$0.596	\$0.298	\$0.149	\$0.099	\$0.074
Nonfat (Skim)	\$0.875	\$0.437	\$0.219	\$0.109	\$0.073	\$0.055

### Price Changes from June 2001 Pricing Period

	Gallon	1/2 Gallon	Quart	Pint	1/3 Quart	1/2 Pint
Whole Milk	\$0.030	\$0.015	\$0.007	\$0.004	\$0.002	\$0.002
Reduced Fat (2%)	\$0.018	\$0.009	\$0.005	\$0.002	\$0.001	\$0.001
Lowfat (1%)	\$0.010	\$0.005	\$0.002	\$0.001	\$0.001	\$0.001
Nonfat (Skim)	\$0.002	\$0.001	\$0.000	\$0.000	\$0.000	\$0.000

California Department of Food and Agriculture

William (Bill) Lyons Jr., Secretary

Robert "Tad" Bell, Undersecretary

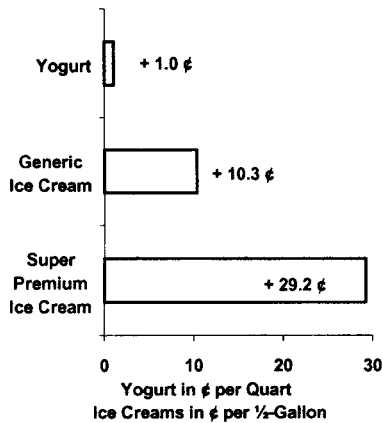
Daniel E. Webb, Deputy Secretary

Vanessa Arellano, Assistant Secretary

Phone (916) 654-1456; Homepage Address: [www.cdfa.ca.gov/dairy](http://www.cdfa.ca.gov/dairy)

# Minimum Farm Prices for the Milk Component in Manufactured Dairy Products

JUN.-JUL. PRICE INCREASES



1/ Southern California yogurt and ice cream milk product prices may be up to 1 cent more.

2/ Yogurt and ice cream prices change every second month.

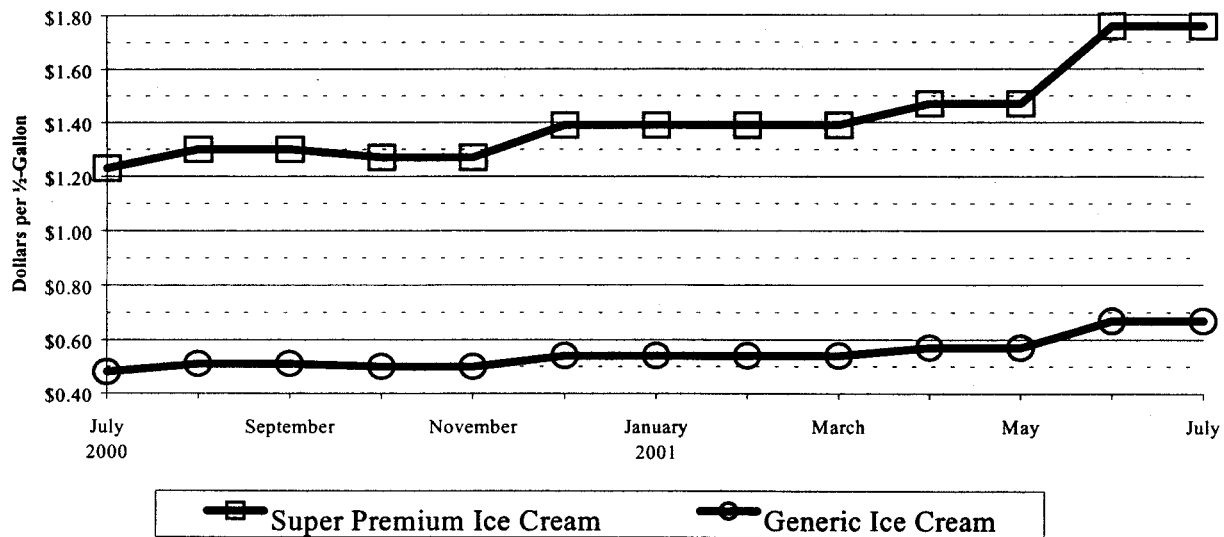
## California Milk Component Farm Prices<sup>1/</sup>

	Lowfat yogurt (\$/quart)	Super-premium ice cream (\$/1/2 gal)	Generic ice cream (\$/1/2 gal)	Butter grade AA (\$/lb)	Cheese (\$/lb)
March	\$0.23	\$1.39	\$0.54	\$1.39	\$1.13
April	\$0.23	\$1.47	\$0.57	\$1.63	\$1.21
May	\$0.23	\$1.47	\$0.57	\$1.73	\$1.41
June	\$0.24	\$1.76	\$0.67	—	—

## Price Change from the Prior Pricing Period<sup>2/</sup>

	Lowfat yogurt (\$/quart)	Super-premium ice cream (\$/1/2 gal)	Generic ice cream (\$/1/2 gal)	Butter grade AA (\$/lb)	Cheese (\$/lb)
March	—	—	—	\$0.18	\$0.13
April	\$0.00	\$0.12	\$0.03	\$0.24	\$0.08
May	—	—	—	\$0.10	\$0.20
June	\$0.01	\$0.29	\$0.10	—	—

## Farm Component of Ice Cream Prices



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